GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:898
ANSWERED ON:17.08.2007
FAKE BANK TRANSACTIONS
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Will the Minister of FINANCE be pleased to state:

(a) whether fake bank transactions in various parts of the country were found during the recent time;

(b) if so, the details in this regard;

(c) whether the Un on Government proposes to take steps to prevent the runway growth in the parallel economy;

(d) if so, the details in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) & (b): The details of cases of withdrawal of money through fake cheques/demand drafts etc. as reported by commercial banks to RBI during the financial year 2004-05, 2005-06 and 2006-07 are as under:

	2004-05		2005-06		2006-07	
S.NO.	No.of frauds	Amt. involed (in lakhs of rupees)	No.of frauds	Amt involed (in lakhs of rupees)	No. of fruds	Amt. involed (in lakhs of rupees)
1.	Public Sector Banks	192	935.77	175	888.11	178	927.37
2.	Private Sector Banks	19	72.87	36	98.38	62	215.88
3,	Foreign Banks	51	97.10	37	15.22	57	191.81
	TOTAL	262	1105.74	248	1001.71	297	1335.08

(c)& (d): The Government and RBI are deeply concerned about the incidents of fake bank transactions. All such sases are reported to the investigative agencies and appropriate action is taken. Reserve Bank of India, as a part of its supervisory responsibility, has been advising banks `rom time to tirre about the common fraud prone areas and the measures to be taken by them to prevent/r&c uce the incidents of frauds in banks, sn case involvement of insiders is observed, action is taken as per rules.